



ACCEPTING A NOTE RECEIVABLE FROM A CUSTOMER


April 22. Accepted a 90-day, 18% note from Peter Ange for an extension of time on his account, \$1,000.00. Note Receivable No. 7.

Accounts Affected	Classification	Change	Entered
Notes Receivable	Asset		Debit side
Accounts Receivable	Asset	Increased	Credit side
		Decreased	

GENERAL LEDGER

Notes Receivable			
normal balance			
Apr. 22	1,000.00		
			
Accounts Receivable			
normal balance			
Bal.	1,000.00	Apr. 22	1,000.00
			

ACCOUNTS RECEIVABLE LEDGER

Peter Ange			
normal balance			
Bal.	1,000.00	Apr. 22	1,000.00
			

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GENERAL JOURNAL										PAGE 4
	DATE	ACCOUNT TITLE	DOC. NO.	POST. REF.	DEBIT				CREDIT	
		1								
18	22	Notes Receivable	NR7		100000					18
19		Accounts Receivable/Peter Ange							100000	19
20		2								20

1. Debit to Notes Receivable

2. Credit to Accounts Receivable

COLLECTING PRINCIPAL AND INTEREST ON A NOTE RECEIVABLE

CASH RECEIPTS JOURNAL											
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DATE	ACCOUNT TITLE	DOC. NO.	POST. REF.	GENERAL		ACCOUNTS RECEIVABLE CREDIT	SALES CREDIT	SALES TAX PAYABLE		SALES DISCOUNT DEBIT	CASH DEBIT
				DEBIT	CREDIT			DEBIT	CREDIT		
21	Notes Receivable	R484			1000 00						1045 00
	Interest Income				45 00						
20											

1. Date
2. First Account Title
3. Receipt Number
4. Principal Amount
5. Second Account Title
- 6 Interest Amount
7. Maturity Value

RECORDING A DISHONORED NOTE RECEIVABLE

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DATE		1	ACCOUNT TITLE	DOC. NO.	POST. REF.	DEBIT			CREDIT	
15	15		Accounts Receivable/Pam Carter	M85		41800				15
16		2	Notes Receivable						40000	16
17			Interest Income						1800	17
18										18

1. Debit to Accounts Receivable
2. Credit to Notes Receivable
3. Credit to Interest Income